

BEFORE
THE PUBLIC SERVICE COMMISSION OF
SOUTH CAROLINA
DOCKET NO. 2006-367-E - ORDER NO. 2006-780
DECEMBER 19, 2006

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| IN RE: Application of Duke Energy Carolinas, LLC |) | ORDER APPROVING |
| for Approval of the Transfer and Sale of |) | TRANSFER AND SALE |
| Property to the Weaver Foundation in |) | OF PROPERTY |
| Greensboro, North Carolina. |) | |

This matter comes before the Public Service Commission of South Carolina (“Commission”) on a request for approval of the sale of certain property of Duke Energy Carolinas (“Duke Energy” or the “Company”). The Office of Regulatory Staff (“ORS”) has filed a letter stating that it does not object to the transfer and sale. The proposed buyer of the property is the Weaver Foundation, Inc., (“Weaver”), a North Carolina nonprofit corporation.

The Property to be sold is a commercial site of approximately 3.94 acres located at the northeast corner of N. Church Street and E. Friendly Avenue in downtown Greensboro, N.C. The Property was the site of a manufactured gas plant site in the early 1900s and has been vacant for many years. When Duke Energy originally marketed the property there was limited interest and no firm offers due to the past environmental conditions at the Property and pending deed restrictions of the North Carolina Department of Environment and Natural Resources (“NCDENR”). Environmental remediation was conducted and completed on the site in 2000, pursuant to NCDENR requirements.

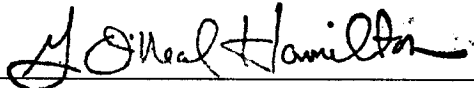
Duke Energy and Weaver entered into an Agreement of Purchase and Sale for the Property at a price of \$1,000,000, on September 8, 2006. The appraisal of the current market value of the Property is \$2,230,000. The book value of the Property is approximately \$2.54 million.

Duke Energy's Application states the original cost of the Property being sold will be credited as a reduction of the amount carried upon the books of the Company under Account 101, Electric Plant in Service. The difference between the sale price and the original cost of the non-depreciable Property will be applied to Account 421.10, Gain on Disposition of Property or Account 421.20, Loss on Disposition of Property.

We have examined this matter and find that the sale of the property in question to the Weaver Foundation is in the public interest. Accordingly, the Commission approves the proposed sale of the property pursuant to the provisions of S.C. Code Ann. Section 58-27-1300 (Supp. 2005).

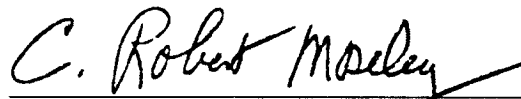
This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:



G. O'Neal Hamilton, Chairman

ATTEST:



C. Robert Moseley, Vice Chairman

(SEAL)